



INSURANCE FRAUD INVESTIGATION DIVISION
Kentucky Department of Insurance
909 Leawood Drive, P. O. Box 4050, Frankfort, KY 40604-4050
Phone 502-564-1461 – FAX 502-564-1464
Fraud Statistics/Convictions Activity
February 2012

<u>Fraud Statistics</u>	<u>Month/Feb</u>	<u>YTD</u>
Total Referrals Received	180	392
Closed Referrals	234	234
Open Cases (Investigations-includes prior years)		237
Assigned Cases (Investigations)	10	24
Closed Cases (Investigations)	12	19
Closed Cases (Investigations) Exceptionally Cleared - Declined by Prosecutor.....	1	1
Charges (3 felony, 0 misdemeanor)	2	7
Convictions (11 felony, 24 misdemeanor)	35	38
Restitution Ordered	\$ 16,763.33	22,214.33
Restitution Agreed	\$ 0.00	0.00
Restitution Total	\$ 16,763.33	22,214.33
Investigation Expenses to Division		
Awarded	\$ 12,287.50	13,407.50
Collected	\$ 670.62	1047.07
Administrative subpoenas issued	0	4
Non-licensed individuals	0	4
Licensed (active/inactive individuals).....	0	0
Subpoenas Received.....	2	3

Convictions Activity

Duane Jorgenson, William M. Jackson and Marcus Lucas – On or about April 23, 2008, Jorgenson, Jackson and Lucas were involved in selling insurance without a license. The three men pleaded guilty to 11 counts of fraudulent insurance acts greater than \$300 and 23 counts of fraudulent insurance acts less than \$300. The men must pay \$16,763.33 in restitution to victims and \$11,787.50 in investigative expenses to the Insurance Fraud Investigation Division.

Michael Kelsay – On or about April 1, 2010, Kelsay submitted a false claim for property he claimed was stolen. Kelsay pleaded guilty to theft by unlawful taking under \$300. He was sentenced to 180 days, conditionally discharged after two years, and also paid \$3,051 in restitution.